



108TH CONGRESS
1ST SESSION

S. 855

IN THE SENATE OF THE UNITED STATES

Ms. SNOWE (for herself, Mr. Bond, Mr. Grassley)

_____ introduced the following bill; which was read twice
and referred to the Committee on _____

A BILL

To amend the Internal Revenue Code of 1986 to modify
the unrelated business income limitation on investment
in certain debt-financed properties.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the "Small Business Invest-
5 ment Company Capital Access Act of 2003".

1 **SEC. 2. MODIFICATION OF UNRELATED BUSINESS INCOME**
2 **LIMITATION ON INVESTMENT IN CERTAIN**
3 **DEBT-FINANCED PROPERTIES.**

4 (a) IN GENERAL.—Section 514(c)(6) of the Internal
5 Revenue Code of 1986 (relating to acquisition indebted-
6 ness) is amended—

7 (1) by striking “include an obligation” and in-
8 serting “include—

9 “(A) an obligation”,

10 (2) by striking the period at the end and insert-
11 ing “, or”, and

12 (3) by adding at the end the following:

13 “(B) indebtedness incurred by a small
14 business investment company licensed under the
15 Small Business Investment Act of 1958 which
16 is evidenced by a debenture—

17 “(i) issued by such company under
18 section 303(a) of such Act, or

19 “(ii) held or guaranteed by the Small
20 Business Administration.”

21 (b) EFFECTIVE DATE.—The amendments made by
22 subsection (a) shall apply to acquisitions made on or after
23 the date of the enactment of this Act.